



Supplier Compliance
Audit Network

MONTHLY HIGHLIGHTS

MARCH 2026



UPCOMING EVENTS

CBP Trade & Cargo Security Summit (TCSS)

April 28-30 - Dallas, Tx

SCAN is hosting two events during the Summit!

All are welcome - bring a friend!

Click the links below to see event details and RSVP.

[RSVP for SCAN Social Here](#) - In person event

- Connect with the SCAN Board of Directors, Committee Chairs, fellow SCAN Members, and members of the SCAN Program Management Team
- Hors d'oeuvres and cocktails will be served
- **RSVP to be entered into the Social Event Raffle!**
*Must be present to claim your prize

[RSVP for Open Members Meeting Here](#) - In person AND virtual

- Catch up on what's happening with SCAN, connect with fellow members, and engage in important discussions!
- Snacks and drinks will be provided for those that attend onsite



Don't miss it!

(What's included in this issue)

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IMPACT: February 2026

194
SCAN Audits
Conducted

334
Audits Saved

\$525,811
Associated
Cost Savings

330
SCAN
Audits
Reviewed

95.9%
Average Post-CAPA
Compliance Score

3,439
CAPAs Accepted
(85% of CAPAs
assigned)

Driving Collective Impact: How SCAN Members are Deepening Program Engagement

By Ashley Fan

Supply Chain Analyst, SCAN Program Management Team

The strength of the SCAN program has always been rooted in collaboration. Recently we've seen an exciting trend: SCAN members are moving beyond standard participation to adopt increasingly proactive and strategic approaches to their supply chain security oversight. Here's a look at how our members are leveraging SCAN to build more resilient and transparent supply chains.

Expanding Program Scope

Recognizing the benefits of the SCAN audit program, members are taking significant steps to broaden its reach. A notable observed trend is our members effort to integrate hundreds of new factories into the program. By adding deeper tiers of their supply chain, members are maximizing visibility and more rigorously mitigating security risks.

Proactive Analysis to Close Compliance & Visibility Gaps

SCAN members are also using data insights from quarterly meetings with a SCAN analyst to drive action. Quarterly data points reviewed include a CAPA completion overview for your audited sites, a snapshot of current audit report availability for your factories, as well as a touchpoint on open audit activity - how they are progressing and any support needed for completion. Member's are becoming increasingly forward thinking - working to eliminate potential blind spots and strengthen overall security compliance.

Maintaining Data Integrity

Data accuracy has become increasingly important to our members. Some SCAN members are now conducting quarterly reviews of any associated factory that has not been audited by SCAN - resulting in either ordering an audit for the factory or removing it from their shared list. By identifying and removing factories that you are no longer doing business with, you ensure SCAN's database remains an efficient source of truth for your compliance program.

Member Engagement Checklist:

How did you utilize the SCAN program in Q1? Did you...

- Order an audit
- Support the PMT with an audit escalation
- Meet with a SCAN analyst to review your factory participation and audit activity
- Review an audit and submit feedback via SCAN's [Quality Assurance Program](#)
- Participate in a SCAN committee or working group
- Shadow an audit
- Attend/register to attend a SCAN event
- Manage your shared factory list via the repository or request a cross-check from the PMT



Executive Director's Corner

SCAN Risk, Compliance, and Innovation Supply Chain Conferences in Vietnam

SCAN Members,

I am pleased to share a brief reflection on SCAN's highly productive and inspiring visit to Vietnam during the week of March 9, 2026. Over the course of the week, SCAN delivered two major conferences—one in Vietnam's capital, Hanoi, and another in Ho Chi Minh City, the country's largest city and its economic and financial hub.



Both events were co-sponsored by Vietnam's National Innovation Center (NIC), a division of the Ministry of Finance dedicated to accelerating the country's capabilities in science, technology, entrepreneurship, and digital transformation.

The SCAN delegation also conducted a short security review of a garment manufacturer in Ho Chi Minh City, and held very productive meetings with the Vietnam Customs Department and the NIC. These meetings were invaluable; they allowed us to deepen our understanding of Vietnam's evolving trade-facilitation efforts, strengthen cooperation on supply chain security, and explore new avenues for collaboration that directly support the goals of SCAN and our member companies. The openness and strong engagement shown by both institutions reaffirmed Vietnam's commitment to building a more secure, transparent, and efficient global supply chain ecosystem.

The two conferences brought together manufacturers, logistics providers, government partners, and industry leaders from across the region. The thoughtful questions and lively discussions underscored the importance of our mission—and the shared interest in enhancing supply chain integrity through partnership and innovation.

Our presence in Vietnam underscores SCAN's continued efforts to expand global engagement, strengthen international cooperation, and support our members in the markets where they operate. Vietnam is the second country where most of the SCAN audits are conducted, making our engagement there especially important to our mission and to the global supply chain. I am proud of what we accomplished together, and I am grateful to our hosts and all participants for contributing to such impactful events.

We look forward to building on this momentum and continuing our collaboration with our partners in Vietnam in the months ahead.



Finally, I would like to extend my sincere thanks to the SCAN Members who encouraged their factories to participate in these conferences, and to those who sent their own representatives to join us in Vietnam. Your engagement is what makes these initiatives successful.

Warm regards,

Carlos E. Ochoa

Executive Director, SCAN Association

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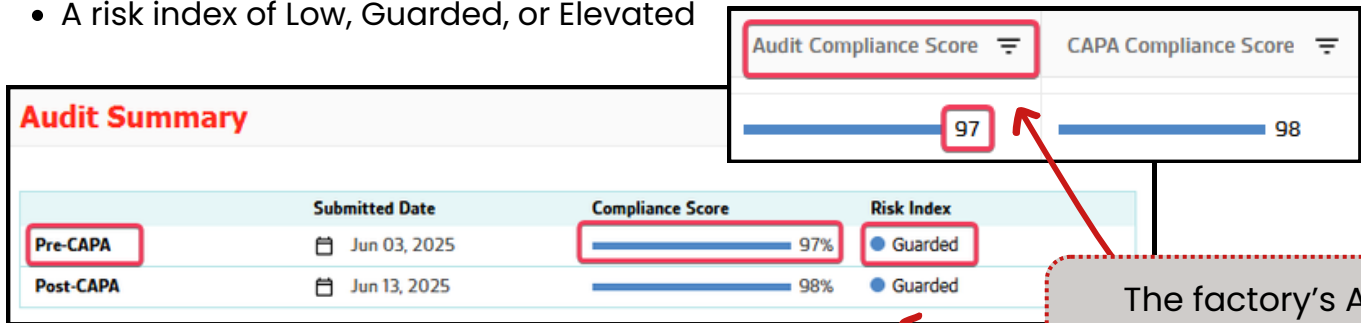


SCAN Member Reminders

Understanding SCAN's Audit Cadence

A quick reminder on how SCAN's audit cadence and Year 2 Self Validation eligibility is determined:

- A factory's onsite/immersive audit cadence determination starts with the **Audit Compliance Score**, the initial compliance score of the factory *before* CAPAs have been assigned/implemented – the factory must score at least 85%
- CAPA completion – 100% completion required for Year 2 Validation eligibility
- A risk index of Low, Guarded, or Elevated



The factory's Audit Compliance Score can be viewed in the repository grid view and the Audit Summary section of the audit report.

The factory's eligibility to complete the Year 2 Self Validation is determined when the audit is marked 'Reviewed' by the SCAN Program Management Team, and reevaluated before the Year 2 Self Validation assignment. Eligibility is subject to change if the risk index has increased to High or Severe.

Upgrade Loading:

SCAN Website Under Construction

The SCAN website is currently getting a makeover! Our new modern, intuitive layout will reflect SCAN's new branding and more streamlined navigation for improved user experience. Please contact us if you have suggestions for improvement while these changes are being made!

Coming Soon! SCAN Fireside Chats

We heard you! Facilitation for SCAN's first Fireside Chat is underway!

SCAN Members have expressed the need for a space to ask their questions, share their experiences, benchmark their practices, and share their own expertise.

Our First Topic: CTPAT Foreign Revalidations

Meeting Objective: Provide a confidential space for members to collaborate on foreign revalidation preparation and share recent experiences with fellow members.

Be on the lookout for a scheduling survey to participate!



IN THE NEWS

Conflict in the Middle East creates disruptions for global energy supply chains

The ongoing conflict in the Middle East, including the closure of the Strait of Hormuz, has significantly disrupted global energy and oil supply chains. Continued military operations, limited maritime and air freight movement, and constrained oil availability has exacerbated the impacts of the conflict globally. Several countries in the region have closed their airspaces or have enforced stringent restrictions on the movement of goods and passengers. In addition to air freight, disruptions to sea freight operations have occurred with the Islamic Revolutionary Guard Corps (IRGC) suspending access through the Strait of Hormuz. Since the closure of the Strait, hundreds of cargo vessels have become stranded, resulting in delayed shipments and increased costs.

For more information, view the following news articles: [Article 1](#), [Article 2](#), [Article 3](#)

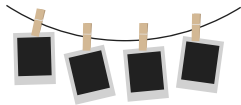
Special Report from BSI Intelligence

Click the link to view!

[What the Middle East Conflict Means for Supply Chains: Two Roads from Here](#)



CAPTURED CONNECTIONS



Photos of our members, leaders, and partners in Q1!

